

EYES ONLY

c/cB



SG11

18 June 1973

Memorandum for the Record

Subject: Cost over run at Stanford Research Institute (SRI)
18 June, 1973. (Beofield's measurement Project)

1. The possibility of approximately a 10K cost over run at SRI has been discussed by the principal investigators R. Targ and H. Pathoff. It is claimed by R. Targ that even though there is no legal contractual agreement, these costs were obligated to SRI. Mr. Targ claims that these additional costs were incurred ~~to~~ by responding to a request from Dr. Gottlieb to increase the scope of their ~~activities~~ investigation. Mr. Targ further claims Dr. Gottlieb assured them that if they should not slow the pace of the investigation

far lack of funds. He, Dr. Gottlieb, would ~~not~~
~~to~~ cover the additional funding if the anticipated
ORD increase (18K) fell through.

2. As an aside, it is mentioned that ~~we~~ we were
~~not~~ aware of this situation as of about 3

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weeks ago. [redacted] and myself

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met with Mr McMahon and [redacted] on the

general possibility of a "cost overrun". Dr.

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[redacted] never mentioned any of the details claimed
by Mr. Tary so the topic was dropped and

never explicitly discussed. If Mr. Tary chooses
to pursue this line of reasoning, these facts

will have to be ~~can~~ explicitly considered
before a final decision can be made.

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